## IN THE CLAIMS

Please amend the claims as follows:

1. (Currently Amended) A data compression method, comprising:

analyzing data based on a plurality of algorithms to determine a <u>plurality of</u>
compression ratios for, each compression ratio being based on each algorithm and the
data; and

compressing the data based on <u>one of the plurality of the</u> algorithms that produces the best compression ratio <u>for that particular data</u>.

- 2. (Original) The data compression method according to claim 1, wherein the compressed data includes at least one index file that references the algorithm that produces the best compression ratio.
- 3. (Original) The data compression method according to claim 2, further comprising decompressing the compressed data based on a last index file that is attached to the data.
- 4. (Original) The data compression method according to claim 1, wherein said algorithms remove and index repeating bit patterns.
- 5. (Original) The data compression method according to claim 2, wherein the compression generates an encrypted data stream output.

- 6. (Original) The data compression method according to claim 1, wherein the compression is initiated manually or automatically based on a command from a user interface.
- 7. (Original) The data compression method according to claim 6, wherein a portion of the compressed data is decompressed based on said command.
- 8. (Original) The data compression method according to claim 6, further comprising introducing additional data, wherein the additional data is compressed and associated with the compressed data automatically.
- 9. (Original) The data compression method according to claim 6, further comprising compressing and associating a descriptive tag to said data based on the user interface.
- 10. (Currently Amended) A method of compressing data for transmission, comprising:

  analyzing data based on a plurality of algorithms to determine a <u>plurality of</u>

  compression ratios, each compression ratio based on for each algorithm and the data;

  compressing the data a first time based on <u>one of the plurality of the</u> algorithms

  that produces the best compression ratio <u>for that particular data</u>;

analyzing the compressed data based on the plurality of algorithms to determine a compression ratio for each algorithm; and

compressing the data iteratively based on the algorithm that produces the best compression ratio for that particular data.

- 11. (Original) The method according to claim 10, wherein said algorithms remove repeating bit patterns.
- 12. (Original) The method according to claim 10, wherein said compressing the data the first time comprises attaching a first index file to the data.
- 13. (Original) The method according to claim 12, wherein said compressing the data iteratively comprises attaching an index file to the data for each iteration.
- 14. (Original) The method according to claim 13, wherein the index file references the algorithm that produces data with the least number of bits.
- 15. (Original) The method according to claim 14, wherein the compressed data is decompressed based on a last index file that is attached to the data.
- 16. (Original) The data compression method according to claim 10, wherein a portion of the compressed data is decompressed based on a command from a user interface.
- 17. (Original) The data compression method according to claim 10, further comprising selecting additional data, wherein the additional data is compressed and associated with the compressed data automatically.

- 18. (Original) The data compression method according to claim 16, further comprising compressing and associating a descriptive tag to said data based on a command from the user interface.
- 19. (Withdrawn) A method for transferring a digital identification mark with compressed data over a data transmission medium, comprising:

compressing data based on a plurality of algorithms to determine a data compression ratio associated with each algorithm;

iterative compression of the data based upon using the algorithm that produces the best data compression ratio;

generating a compressed digital identification mark having a unique authentication code;

data compression of said digital identification mark with a second set of compressed data
to produce a single mass of compressed data; and

transmitting said single mass of compressed data over a data transmission medium.

- 20. (Withdrawn) The method according to claim 19, wherein said algorithms remove repeating bit patterns.
- 21. (Withdrawn) The method according to claim 19, wherein the compression is initiated manually or automatically based on a command from a user interface.
- 22. (Withdrawn) The method according to claim 19, wherein the digital identification mark comprises a graphic image.

- 23. (Withdrawn) The method according to claim 19, wherein the digital identification mark comprises text.
- 24. (Withdrawn) The method according to claim 19, wherein the digital identification mark comprises audio data.
- 25. (Withdrawn) The method according to claim 19, wherein the unique authentication code comprises at least one of time, owner profile, and identity of a recipient.